TOWN OF MIDDLETON

FINANCIAL STATEMENTS

DECEMBER 31, 1987

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SECTION A

TOWN OF MIDDLETON

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

SECTION A

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AUDITORS' REPORT

His Worship the Mayor
and Members of the Council
of the Town of Middleton
Middleton, Nova Scotia

We have examined the consolidated balance sheet of the Town of Middleton as at December 31, 1987, and the consolidated statements of operations and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the Town of Middleton as at December 31, 1987, and the results of its operations and changes in its financial position for the year then ended in accordance with generally accepted accounting principles adopted for Nova Scotia Municipalities applied on a basis consistent with that of the preceding year.

Kentville, Nova Scotia
February 5, 1988

Doane Raymond
Registered Municipal Auditor

TOWN OF MIDDLETON

CONSOLIDATED BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
Current		
Cash	$ 260,302	$ 132,746
Receivables		
Taxes and rates	18,232	24,531
Other	82,095	115,681
Deferred sewer rates	245	323
Inventory, at cost	51,407	52,331
Prepaid expenses	450	
	412,731	325,612
Long term investments and restricted funds, at cost	37,164	86,334
Work in progress	401,745	43,817
Property and equipment (Note 3)	6,726,630	6,558,339
	$7,578,270	$7,014,102
LIABILITIES		
Current		
Bank indebtedness		$ 19,303
Payables and accruals	$ 135,335	196,994
Valuation allowances	16,420	21,217
Deferred revenue	56,098	9,068
Long term debt payable within one year	135,785	100,194
	343,638	346,776
Long term debt (Note 4)	865,989	659,776
Tax sale surplus	177	165
Vested interest of Municipality of Annapolis County in school assets	779,501	779,501
Deferred assistance	19,146	
	1,664,813	1,439,442
EQUITY		
Reserve funds (Note 5)	76,657	114,351
Investment in capital assets (Note 6)	5,391,547	5,044,650
Surplus (Note 7)	101,615	68,883
	5,569,819	5,227,884
	$7,578,270	$7,014,102

Contingent liabilities (Note 9)

ON BEHALF OF THE TOWN

Mayor

Clerk

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
Revenue		
Taxes	$1,092,217	$ 982,163
Grants in lieu of taxes	81,867	77,009
Sale of services to other local governments	36,402	29,808
Sale of services	154,202	138,662
Other revenue from own sources	69,703	51,422
Unconditional transfers from other governments	97,960	82,549
Conditional transfers from other governments	172,649	191,926
Transfers from own reserves	8,229	25,680
	1,713,229	1,579,219
Expenditure		
General government services	223,444	201,734
Protection	268,877	251,634
Transportation	191,604	161,368
Environmental health	70,186	68,531
Public health and welfare services	221,703	198,663
Recreation and cultural services	49,196	52,966
Environmental development services	5,803	8,883
Water transmission and purification	30,976	31,818
Debt charges and servicing	221,941	205,958
Capital expenditures out of revenue	94,488	86,140
Transfers to other governments and agencies	227,677	246,860
Other fiscal services	73,060	34,248
Water study project	(1,835)	20,841
	1,677,120	1,569,644
Excess of revenue over expenditure	$ 36,109	$ 9,575
Analysis of surplus (deficit) by source		
General section	$ 42,566	$ 1,729
Water utility	(8,831)	7,303
Middleton Industrial Commission	1,908	543
Tourist Bureau	466	
	$ 36,109	$ 9,575

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

YEAR ENDED DECEMBER 31, 1987

	1987	1986
Cash provided from (used for)		
Operations		
Excess of revenue over expenditures	$ 36,109	$ 9,575
Appropriation from surplus	(3,377)	(25,365)
Capital expenditures from revenue	94,488	86,140
Depreciation	10,770	10,241
Interest earned and retained in capital and reserve fund	7,842	3,973
Term debt retired	111,411	99,009
Repayment of short-term borrowings	19,303	
Transfers from reserve funds		30,742
Tax sale surplus	12	9
	276,558	214,324
Changes in		
Receivables - taxes and rates	6,299	(4,522)
- other	33,586	(28,157)
Deferred sewer rates	78	772
Inventory	924	(7,400)
Prepaid expenses	(450)	628
Restricted funds	49,170	
Payables and accruals	(61,659)	59,400
Valuation allowances	(4,797)	4,098
Deferred revenue	47,030	(43,715)
	346,739	195,428
Financing		
Contributions of deferred assistance	19,300	
Contributions from other governments	81,440	74,441
Transfers from special reserve funds		13,443
Long term borrowings from special reserve fund		14,551
Reduction in long term debt	(100,194)	(99,009)
Issue of long term debt	342,000	
Increase in reserve funds		(19,253)
	342,546	(15,827)
Investing		
Proceeds on disposal of property and equipment	99,724	80,647
Donated assets	18,647	135,110
Property and equipment	(660,797)	(503,932)
	(542,426)	(288,175)
Cash provided (used)	146,859	(108,574)
Cash, net of bank indebtedness		
Beginning of year	113,443	222,017
End of year	$260,302	$113,443

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

1. Accounting policies

(a) Principles and basis of consolidation

These financial statements are presented to provide the reader with an overview of the Town's total financial operations. It is recommended that for a detailed review and analysis, the reader refer to the separate financial statements for each of the various funds.

The principles of consolidation of the accounts of the Town have been prescribed by the Province of Nova Scotia and have been followed in all material respects.

The consolidated accounts include the following commissions in which the Town has a 100% interest:

(1) Business Improvement District Commission
(2) Middleton Industrial Commission
(3) Middleton Industrial Commission - Tourist Bureau

(b) Basis of accounting

The financial statements have been prepared using the modified accrual basis of accounting. Major revenue and expenditure items are recorded on the accrual basis except for certain sources of revenue, including interest on past due taxes, which are recorded on a cash basis, and principal and interest payments relating to long term debt, which are recorded as an expense when paid.

(c) Property and equipment

Capital assets and projects in progress are recorded at cost. Funds received through capital assistance programs, cost sharing arrangements or loan forgiveness after January 1, 1985 are treated as additions to the Investment in Capital Assets in the general section and additions to deferred assistance in the water utility. The Town does not record depreciation on its property and equipment, except in the Water Capital fund where depreciation is calculated based on a formula prescribed by the Public Utilities Board. Depreciation is not recorded on fixed assets donated to the water utility after January 1, 1985. Approval has been obtained from the Public Utilities Board to continue recording depreciation on fixed assets donated prior to January 1, 1985. The depreciation charge in the Water Operating Fund is transferred to a special bank account in the Water Capital Fund which is used to help fund replacement of existing plant and equipment.

(d) Assistance towards acquisition of fixed assets

Assistance towards acquisition of fixed assets of the water utility received after January 1, 1985 is to be amortized to income on the same basis as the related fixed asset.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

2. Contributions to Boards and Commissions

(a) Consolidated Commissions

Middleton Business Improvement District Commission (B.I.D.C.) - 100% interest

The Town levies and collects the area rate for the B.I.D.C. The B.I.D.C. acts solely as a transfer agent and advances cash received to the Middleton Development Corporation.

Middleton Industrial Commission (M.I.C.) - 100% interest

The M.I.C. has been consolidated in these financial statements.

Middleton Industrial Commission - Tourist Bureau - 100% interest

The Tourist Bureau has been consolidated in these fianacial statements for 1987.

(b) Non-Consolidated Boards

The Town of Middleton is required to finance the operations of various Boards and Commissions, along with the other Municipal Units in Annapolis County to the extent of its participation based on assessment or population formula.

In addition to any budgeted contributions, the Town shares in the deficits or surpluses of these Boards based on their sharing percentage. The Town's share of the deficit is to be paid in the next fiscal year while a surplus is to be taken into the next year's estimates.

Middleton Housing Authority - 25% interest

During 1987, the Town paid $14,843 to the Middleton Housing Authority to fund its share of the prior years deficit and $6,110 towards the 1987 deficit. At December 31, 1987, the share of the 1987 deficit which must be paid by the Town of Middleton in 1988 amounts to $16,218.

Joint Expenditure Board - 10.45% interest

In 1987, the Town contributed $10,306 as its share of operations for the Joint Expenditure Board which administers the law enforcement facilities in Annapolis County.

Regional Planning Commission - 24.06% interest

During 1987, the Town paid $21,054 to the Regional Planning Commission to help finance its operations.

Annapolis County District School Board - 10.45% interest

During 1987, the Town contributed $172,294 as its share of operations for the Annapolis County District School Board.

Regional Library - 2.04% interest

During 1987, the Town paid $11,531 to the Regional Library.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

3. Property and equipment

	1987	1986
Cost		
Land and building	$2,200,637	$2,187,193
Machinery and equipment	1,509,788	1,448,136
Street improvements and paving	1,704,250	1,698,234
Sewer system	1,470,663	1,373,878
Other	4,025	4,025
	6,889,363	6,711,466
Accumulated depreciation	162,733	153,127
Net book value	$6,726,630	$6,558,339

4. Long term debt

Details of long term debt are set out in a schedule included in the non-consolidated financial statements of the Town.

Principal repayments required during the next five years are as follows:

1988	$135,785
1989	126,195
1990	132,735
1991	127,418
1992	102,950
	$625,083

All long term debt outstanding as at year end has been properly authorized by the Department of Municipal Affairs.

5. Reserve funds

	1987	1986
Balance, beginning of year	$114,351	$ 84,909
Interest on savings	2,886	5,186
Transfer from capital fund of residual debenture residual		19,253
Proceeds from sale of land and equipment	19,925	50,591
Transfer from operating fund	6,500	
	29,311	75,030
	143,662	159,939
Transfer to capital funds for equipment	67,005	45,588
Balance, end of year	$ 76,657	$114,351

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

5. Reserve funds (continued)

	1987	1986
Allocation of Reserve Funds		
Capital Reserve Section	$ 22,914	$ 67,939
Equipment Reserve Section	53,743	46,412
	$ 76,657	$ 114,351

6. Investment in Capital Assets

	1987	1986
Balance, beginning of year	$5,044,650	$4,652,365
Term debt retired	100,194	99,009
Term repayment to reserve funds	11,217	7,066
Capital from revenue	94,488	86,140
Grants for capital purposes	81,440	74,441
Transfers from reserve funds	47,500	44,185
Long term borrowings from equipment reserve fund	22,693	14,551
Interest income	4,956	3,973
Other contributions	18,647	135,110
Sale and trade-in of capital asset	92,805	80,647
Short-term borrowings repaid	19,303	
	493,243	545,122
	5,537,893	5,197,487
Loss on disposal and trade-in of fixed assets	123,653	119,033
Other transfers to reserve funds		19,253
Long term borrowings from equipment reserve fund	22,693	14,551
	146,346	152,837
Balance, end of year	$5,391,547	$5,044,650

7. Surplus

	1987	1986
Balance, beginning of year	$ 68,883	$ 84,673
Less: Middleton Industrial Commission - Tourist Bureau deficit assumed	664	
	68,219	
Excess of revenue over expenditure	36,109	9,575
	104,328	94,248
Transfer to revenue	2,713	25,365
Balance, end of year	$ 101,615	$ 68,883

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

8. School Capital Fund

On December 17, 1981, the Town of Middleton joined with the other municipalities of Annapolis County to form the Annapolis District School Board. Under this agreement, all school buildings on hand at December 31, 1982, will remain assets of the municipality but will be under the operational control of the District School Board until such time as the Board no longer requires the assets for school purposes. At that time, control will revert back to the Town.

9. Contingent liabilities

General capital	1987	1986
Re: Grants from the Province of Nova Scotia under section 15 of the Water Act.	$3,892	$3,892

General operating

The town is currently engaged in a legal dispute regarding the location of a Nova Scotia Power Corporation electrical transformer. The town had secured approval for the use of a piece of property suitable for the location of the transformer, and the transformer was subsequently installed there. Recently, the land was sold and the Town's right to use denied. The new owners are demanding that the Town either purchase the land for $78,500 or remove the transformer from the property.

SECTION B

TOWN OF MIDDLETON

NON-CONSOLIDATED

FINANCIAL STATEMENTS

DECEMBER 31, 1987

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AUDITORS' REPORT

His Worship the Mayor
and Members of the Council
of the Town of Middleton
Middleton, Nova Scotia

We have examined the Operating Fund and Capital Fund Balance Sheets of the General Fund, the Water Utility, Special Reserve Fund and School Capital Fund of the Town of Middleton as at December 31, 1987, and the related Statements of Operations and Capital Financing for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Town of Middleton as at December 31, 1987, and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles adopted for Nova Scotia Municipalities applied on a basis consistent with that of the preceding year.

Kentville, Nova Scotia
February 5, 1988

Doane Raymond
Registered Municipal Auditor

TOWN OF MIDDLETON

GENERAL SECTION

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

Revenue	Page	1987 Budget	1987 Actual	1986 Actual
Taxes	B-8	$1,118,600	$1,108,368	$ 997,967
Grants in lieu of taxes	B-8	80,666	81,867	77,009
Services provided to other governments	B-8	31,300	36,402	29,808
Sale of services	B-8	54,210	67,693	40,503
Other revenue from own sources	B-9	59,579	67,297	57,900
Unconditional transfers from other governments	B-9	80,928	97,960	77,288
Conditional transfers from other governments and agencies	B-9	149,929	152,053	167,334
Other transfers	B-10	2,000	7,516	22,315
		1,577,212	1,619,156	1,470,124
Expenditures				
General government services	B-10	190,304	187,189	172,188
Protective services	B-11	324,118	324,161	313,394
Transportation services	B-11	181,357	191,604	161,368
Environmental health services	B-12	71,481	70,186	68,531
Public health and welfare services	B-12	245,192	221,703	198,663
Recreational and cultural services	B-12	44,304	49,196	52,966
Environmental development services	B-12	5,340	5,803	8,883
Fiscal services	B-13	514,933	526,748	492,402
		1,577,029	1,576,590	1,468,395
Excess of revenue over expenditure		$ 183	$ 42,566	$ 1,729

TOWN OF MIDDLETON

GENERAL SECTION

OPERATING FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
Cash	$127,382	$ 35,463
Receivables		
Taxes (Note 3)	14,792	20,326
Due from federal government and its agencies		
Gas tax refund	702	353
Grants in lieu of taxes	2,632	
Due from provincial government and its agencies		
Conditional transfers	28,667	36,276
Due from other local governments		
Social assistance	7,087	5,035
Due from own funds and agencies		
General capital fund (Note 4)	3,877	48,514
Other receivables		
Trade accounts	8,552	29,975
Deferred sewer rates	245	323
Prepaid expenses	450	
Tangible assets		
Inventories of materials and supplies, at cost	25,845	23,904
	$220,231	$200,169

ON BEHALF OF THE TOWN

Mayor

Clerk

TOWN OF MIDDLETON

GENERAL SECTION

OPERATING FUND BALANCE SHEET

DECEMBER 31, 1987

LIABILITIES	1987	1986
Payables		
Own funds and agencies		
Water Utility Operating Fund	$ 196	
Due to federal government departments	12,393	$ 8,151
Due to provincial government departments	20,959	20,486
Due to other local governments	20,420	38,979
Trade accounts	35,955	85,056
Other liabilities		
Prepayment of taxes and rates	3,575	5,193
Deferred revenue		
Grants	52,278	3,552
Sewer rates	245	323
Asset valuation allowances		
For uncollectible taxes (Note 5)	14,119	19,442
For B.I.D.C. area rates (Note 6)	635	884
For other receivables (Note 6)	1,666	891
Tax sale surplus (Note 7)	177	165
	162,618	183,122
EQUITY		
Surplus (Note 8)	57,613	17,047
	$220,231	$200,169

Contingent liabilities (Note 11)

TOWN OF MIDDLETON

GENERAL SECTION

CAPITAL FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
Cash	$ 83,203	
Receivable from Province of Nova Scotia	33,693	$ 24,556
	116,896	24,556
Work in progress	376,980	43,817
Property and equipment, at cost	4,487,857	4,395,412
	$4,981,733	$4,463,785
LIABILITIES		
Bank indebtedness		$ 19,303
Accounts payable		
Trade	$ 37,357	26,999
Due to general operating fund - capital project (Note 4)	3,877	48,514
Term debt (Note 9)		
Debentures issued to Federal Government or its agencies		
Canada Mortgage and Housing Corporation	58,671	69,199
Debentures issued to Provincial Government or its agencies	671,361	393,292
Other debentures	35,000	35,000
Long term borrowing not secured by debentures		
Loans from special funds	39,493	28,017
	845,759	620,324
EQUITY		
Investment in capital assets	4,135,974	3,843,461
	$4,981,733	$4,463,785

Contingent liabilities (Note 11)

ON BEHALF OF THE TOWN

Mayor

Clerk

TOWN OF MIDDLETON

GENERAL SECTION

STATEMENT OF INVESTMENT IN CAPITAL ASSETS

DECEMBER 31, 1987

	1987	1986
Balance, beginning of year	$3,843,461	$3,487,348
Add:		
Term debt retired	74,456	73,618
Term repayment to reserve fund	11,217	7,067
Short-term borrowings repayment	19,303	
Capital from revenue	67,289	77,767
Grants for capital purposes		
Department of Municipal Affairs	51,624	47,198
Department of Recreation		25,840
Department of Development	29,816	1,403
Sale and trade-in of capital assets	92,805	80,647
Transfer from Special Reserve fund	47,500	30,742
Transfer from equipment reserve fund		13,443
Long term borrowings from equipment reserve fund	22,693	14,551
Volunteer labor and donated materials	18,047	135,110
	434,750	507,386
	4,278,211	3,994,734
Deduct:		
Loss on disposal and trade-in of capital assets	119,544	117,469
Long term borrowings from equipment reserve fund	22,693	14,551
Transfer to Reserve for Debenture Residual Capital Reserve Section		19,253
	142,237	151,273
Balance, end of year	$4,135,974	$3,843,461

TOWN OF MIDDLETON

GENERAL SECTION

PROPERTY AND EQUIPMENT

DECEMBER 31, 1987

	Buildings	Plant & Equipment	Other	1987 Total	1986 Total
General government services	$232,612	$ 48,561		$ 281,173	$ 261,652
Protective services					
Police		34,578		34,578	32,818
Fire	73,957	221,388		295,345	294,561
Transportation Services					
Roads, streets & parking lots			$1,704,250	1,704,250	1,698,234
Common services	55,894	239,411		295,305	328,524
Environmental Health Services					
Sewage collection and disposal			1,470,663	1,470,663	1,373,878
Land			406,543	406,543	405,745
	$362,463	$543,938	$3,581,456	$4,487,857	$4,395,412

TOWN OF MIDDLETON

SCHOOL CAPITAL FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
School buildings, equipment and grounds (Note 10)	$1,131,763	$1,131,763
Land	3,500	3,500
	$1,135,263	$1,135,263

LIABILITIES

Vested interest of Municipality of Annapolis County in		
Middleton Regional High School	$ 752,488	$ 752,488
Middleton Regional Elementary School	27,013	27,013
	779,501	779,501

EQUITY

Investment in capital assets	355,762	355,762
	$1,135,263	$1,135,263

ON BEHALF OF THE TOWN

Sylvester J. Crowe Mayor

E. L. Emmett Clerk

TOWN OF MIDDLETON

GENERAL SECTION

SCHEDULES TO STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
1. Taxes		
Assessable property		
Residential	$ 581,373	$ 521,259
Commercial		
Based on taxable assessments	332,293	300,296
Resource		
Taxable assessments	5,584	4,800
Forest property tax	35	35
Special assessments		
Frontage rates		
Environmental health services	1,856	2,656
Other		
Environmental health services	17,958	14,849
Business property		
Business occupancy	130,487	118,871
Based on revenue (M.T. & T.)	14,828	14,232
Other		
B.I.D.C. area rate	23,029	20,969
Deed transfer tax	925	
	$1,108,368	$ 997,967
2. Grants in lieu of taxes		
Federal government	$ 16,632	$ 15,291
Federal government agencies		
Canadian National Railway	188	587
Provincial government		
In lieu of municipal taxes	47,985	44,828
Fire protection - Vocational School	3,828	3,695
Provincial government agencies		
Nova Scotia Liquor Commission	1,591	1,413
Nova Scotia Power Commission	11,643	11,195
	$ 81,867	$ 77,009
3. Services provided to other governments		
County of Annapolis		
Protective services - fire	$ 17,673	$ 15,175
Welfare payments recovered	14,529	10,633
Recreation	4,200	4,000
	$ 36,402	$ 29,808
4. Sale of services		
Police Rentals	$ 13	
Transportation rentals	50,092	$ 25,627
Recreation rentals	1,777	1,799
Other	15,811	13,077
	$ 67,693	$ 40,503

TOWN OF MIDDLETON

GENERAL SECTION

SCHEDULES TO STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
5. Other revenue from own sources		
Licenses and permits	$ 2,111	$ 2,770
Fines	9,287	8,853
Rentals	12,455	9,270
Return on investments	21,330	18,035
Penalties and interest on taxes	9,867	7,584
Miscellaneous	12,247	11,388
	$ 67,297	$ 57,900
6. Unconditional transfers from other governments		
Federal government		
Canada Works	$ 16,332	$ 7,694
Provincial government		
Assessment Act, farm property acreage	226	215
Municipal Grants Act (operating)	76,202	64,879
Department of Transportation		
Ice control and snow removal	5,200	4,500
	$ 97,960	$ 77,288
7. Conditional transfers from federal and provincial governments and agencies		
Federal government agencies		
Gasoline tax rebate	$ 1,334	$ 1,558
Provincial government		
Transportation services		
Maintenance of street approaches	6,995	9,428
Social welfare services		
Administration and assistance	71,692	58,494
Services	45,012	67,698
Environmental development services		
Municipal development program	1,500	5,233
Protective services		
Emergency measures	250	250
Recreation and cultural services		
Recreation	3,000	3,000
Regional library	6,402	5,180
Debt charges		
Sewers	15,868	16,445
Provincial government agencies		
Nova Scotia Liquor Commission - Prisoners' Board		48
	$152,053	$167,334

TOWN OF MIDDLETON

GENERAL SECTION

SCHEDULES TO STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
8. Other transfers		
Transfer from revenue fund reserves		
Prior years surplus	$ 2,000	$ 22,000
Area rates (B.I.D.C.)	250	315
Valuation allowance for uncollectible taxes	5,266	
	$ 7,516	$ 22,315
9. General government services		
Legislative		
Mayor	$ 3,299	$ 2,060
Council	11,349	10,990
General administrative		
Administrative	109,065	97,028
Financial management	12,688	11,500
Taxation		
Administration	15	26
Tax billings	168	993
Tax exemptions - assessment	173	201
- Section 25(A)	1,164	955
Other general government services		
Elections, plebiscites and meetings	452	
Conventions and delegations	6,336	3,803
Liability Insurance	3,379	11,919
Intergovernmental relations	1,059	490
Other - employee fringe benefits	38,042	32,223
	$187,189	$172,188

TOWN OF MIDDLETON

GENERAL SECTION

SCHEDULES TO STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
10. Protective services		
Police protection		
Honoraria	$ 200	$ 200
Administration	55,647	54,274
Crime investigation, prevention and protective services	158,571	146,979
Police buildings and stations	6,636	4,170
Police automotive equipment	11,791	11,328
Other	5,975	4,815
Fire protection		
Fire alarm systems	1,939	2,059
Hydrant rental	55,284	55,188
Fire station	8,239	10,882
Fire fighting equipment	12,782	17,805
Other	5,361	3,946
Other		
Animal and pest control	1,024	754
Gaols	10	302
EMO Honorariums and expense	702	692
	$324,161	$313,394
11. Transportation services		
Common services		
General equipment	$ 19,508	$ 13,984
Small tools	10,459	4,504
Workshops	11,742	9,233
Workers' compensation	1,624	1,386
Road transport		
Roads and streets	102,011	85,479
Street lighting	29,734	28,947
Traffic services	10,991	12,394
Parking	5,535	5,441
	$191,604	$161,368

TOWN OF MIDDLETON

GENERAL SECTION

SCHEDULES TO STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
12. Environmental health services		
Sewage collection and disposal		
Sewage collection systems	$ 6,786	$ 6,881
Sewage lift stations	12,013	11,782
Sewage treatment and disposal	29,953	28,682
Garbage collection and disposal	7,710	6,479
Tree maintenance	13,724	14,707
	$ 70,186	$ 68,531
13. Public health and welfare services		
Social welfare		
Administration	$ 13,458	$ 11,096
Assistance	97,927	78,350
Services	102,779	101,474
Other	7,539	7,743
	$221,703	$198,663
14. Recreational and cultural services		
Recreation facilities		
Swimming pool	$ 7,832	$ 7,790
Apple Blossom Festival	1,548	1,248
Park	16,136	17,761
Other recreation and cultural services		
Museum	10,000	9,000
Recreation coordinator		3,145
Other	13,680	14,022
	$ 49,196	$ 52,966
15. Environmental development services		
Planning and zoning - other	$ 1,174	$ 5,918
Other environmental development services		
Tourism	3,840	2,500
Other	789	465
	$ 5,803	$ 8,883

TOWN OF MIDDLETON

GENERAL SECTION

SCHEDULES TO STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
16. Fiscal services		
Debt charges		
Interest on long term debt		
Debenture interest	$ 59,867	$ 68,843
Other	4,923	2,184
Principal installments		
Debenture principal	74,455	73,618
Term loan principal	30,520	7,067
Other debt charges		
Other	78	111
Transfer to own reserves, funds and agencies		
Valuation allowance		
Uncollectible taxes		4,738
Uncollectible receivables	776	378
Reserve for future equipment	6,500	
Other funds		
General capital fund	67,289	77,767
Own agencies		
B.I.D.C. levy	26,335	25,202
Deficit of Regional Housing Authority	22,328	21,302
Middleton Industrial Commission	6,000	5,960
Unconditional transfers to other governments and agencies		
Joint expenditure board	10,306	12,986
Conditional transfers to other governments and agencies		
Public health and welfare services		
Per capita hospital tax	1,273	1,334
Environmental development services		
District planning commission	21,054	17,493
Recreation and cultural services and education		
Regional library	11,531	9,919
Appropriation to District School Board	172,294	153,509
Other	11,219	9,991
	$526,748	$492,402

TOWN OF MIDDLETON

WATER UTILITY

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	Page	1987 Budget	1987 Actual	1986 Actual
Operating revenue				
Metered sales		$110,800	$112,411	$109,904
Flat rate sales		80	110	106
Public fire protection		57,690	57,690	57,590
Other		2,580	2,722	2,580
		171,150	172,933	170,180
Operating expenditure				
Source of supply	B-18	347	121	224
Water treatment	B-18	14,240	13,983	12,823
Transmission and distribution	B-18	19,064	21,748	18,771
Administrative and general	B-18	55,108	53,958	54,867
Depreciation of utility plant		10,500	10,770	10,241
Rental of office		3,188	2,936	2,308
Taxes		16,570	16,151	15,804
		119,017	119,667	115,038
Operating profit		52,133	53,266	55,142
Non-operating revenue				
Interest on depreciation fund		1,500	148	1,784
Grants from Province of Nova Scotia		13,420	14,041	20,993
Grants from other governments				
County of Annapolis - Joint Water Study				3,599
Jobbing		200	657	3,786
Other		4,586	519	5,320
		19,706	15,365	35,482
Non-operating expenditure				
Debt charges				
Principal		25,738	25,738	25,390
Interest		26,361	26,360	28,717
Capital expenditure out of revenue		19,740	27,199	8,373
Joint water study			(1,835)	20,841
		71,839	77,462	83,321
Excess of revenue over expenditure		$ NIL	(8,831)	7,303
Surplus, beginning of year			50,169	42,866
Surplus, end of year			$ 41,338	$ 50,169

TOWN OF MIDDLETON

WATER UTILITY

OPERATING FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
Cash	$ 14,706	$ 14,994
Receivables		
Rates (less allowance for doubtful accounts $559; 1986 $223)	3,440	4,152
Other	632	53
Due from other governments		
Nova Scotia Department of the Environment		15,610
County of Annapolis		2,418
Due from other funds		
Water utility	201	
General operating	196	
Inventories, at cost	25,562	28,427
	$ 44,737	$ 65,654
LIABILITIES		
Payables - trade	$ 3,339	$ 15,482
- other	60	3
	3,399	15,485
EQUITY		
Surplus	41,338	50,169
	$ 44,737	$ 65,654

ON BEHALF OF THE TOWN

_____ Mayor

_____ Clerk

TOWN OF MIDDLETON

WATER UTILITY

CAPITAL FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
Cash		
Depreciation fund reserve bank account (Note 2)	$ 12,557	$ 46,202
Special Reserve Fund Bank Account - Debenture residual	633	34,040
Water Utility Capital Bank Account	18,529	
Work in progress	24,765	
Utility plant in service	1,266,243	1,180,791
	$1,322,727	$1,261,033
LIABILITIES		
Accounts payable	$ 4,094	
Due to other funds - Water Utility Operating	201	
Term debt (Note 9)		
Debentures issued to federal government or its agencies		
Canada Mortgage and Housing Corporation	102,742	$ 106,479
Debentures issued to provincial government or its agencies		
Other debentures	134,000	156,000
	241,037	262,479
Accumulated allowance for depreciation	162,733	153,127
Deferred assistance	19,146	
	422,916	415,606
EQUITY		
Investment in capital assets	899,811	845,427
	$1,322,727	$1,261,033

ON BEHALF OF THE TOWN

_____ Mayor

_____ Clerk

TOWN OF MIDDLETON

WATER UTILITY

UTILITY PLANT AND EQUIPMENT

DECEMBER 31, 1987

	1987	1986
Intangible asset		
Working capital	$ 4,025	$ 4,025
Tangible plant		
Land and land rights		
Source of supply	18,297	18,297
Reservoir	7,012	7,012
Transmission	200	200
Purification	328	328
Structures and improvements		
Source of supply	13,918	13,918
Source of supply intake	1,942	1,942
Power and pumping	383	383
Collecting and impounding reservoir	21,171	21,171
Distribution reservoir	229,435	229,435
Chlorination building	1,582	1,582
General improvements	2,100	2,100
Electric pumping equipment	3,040	3,040
Purification equipment	13,971	13,971
Transmission mains	184,731	184,731
Distribution mains	555,354	481,054
Services	77,958	71,587
Meters	51,680	49,065
Hydrants	37,583	36,889
Tools and work equipment	4,426	4,426
Fluoridation equipment	20,745	20,745
Microcomputer	16,362	14,890
	1,262,218	1,176,766
	$1,266,243	$1,180,791

WATER UTILITY

STATEMENT OF INVESTMENT IN CAPITAL ASSETS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
Balance, beginning of year	$845,427	$809,255
Add:		
Term debt retired	25,738	25,390
Capital from revenue	27,199	8,373
Donated assets	601	
Interest on special reserve bank account - other	4,955	3,973
	903,920	846,991
Deduct:		
Assets retired	4,109	1,564
Balance, end of year	$899,811	$845,427

TOWN OF MIDDLETON

WATER UTILITY

SCHEDULE TO STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
Source of supply		
Salaries and wages	$ 121	$ 224
Water treatment		
Salaries and wages	$ 3,699	$ 4,118
Chlorine and fluoridation	4,591	5,378
Power	1,984	2,044
Miscellaneous	3,709	1,283
	$ 13,983	$ 12,823
Transmission and distribution		
Salaries, wages and engineering	$ 13,839	$ 10,627
Maintenance	3,010	4,516
Supply and expense	4,899	3,628
	$ 21,748	$ 18,771
Administration and general		
General office salaries and benefits	$ 38,026	$ 36,086
General office expenses	6,288	7,525
Audit	2,488	2,200
Regulatory expenses	300	300
Miscellaneous general expenses	1,831	4,402
Council Honorarium	5,025	4,354
	$ 53,958	$ 54,867

TOWN OF MIDDLETON

SPECIAL RESERVE FUNDS - CAPITAL RESERVE AND EQUIPMENT RESERVE SECTION

BALANCE SHEET

DECEMBER 31, 1987

ASSETS	Special Capital Reserve	Equipment Reserve	1987 Total	1986 Total
Cash	$ 22,914	$ 14,250	$ 37,164	$ 86,334
Loans to General Capital Fund		39,493	39,493	28,017
	$ 22,914	$ 53,743	$ 76,657	$114,351
RESERVES				
Balance, end of year	$ 22,914	$ 53,743	$ 76,657	$114,351

STATEMENT OF CAPITAL RESERVES AND EQUIPMENT RESERVES

YEAR ENDED DECEMBER 31, 1987

	1987	1986
Balance, beginning of year	$114,351	$ 84,909
Transfer from capital fund of Debenture residual		19,253
Interest on savings and investments	2,886	5,186
Transfer from general operating fund	6,500	
Proceeds from sale of - equipment	19,925	1,100
- land		49,491
	143,662	159,939
Transfer from Special Reserve fund	67,005	30,742
Transfer from equipment reserve fund		13,443
Other		1,403
Balance, end of year	$ 76,657	$114,351

ON BEHALF OF THE TOWN

_____ Mayor

_____ Clerk

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

1. Accounting policies

These financial statements have been prepared to conform in all material respects to the accounting principles prescribed for Nova Scotia municipalities by the Department of Municipal Affairs, and for water utilities by the Board of Commissioners of Public Utilities.

(a) Revenue and expenditure

Major revenue and expenditure items are recorded on an accrual basis.

Certain sources of revenue, including interest on past due taxes are recorded on a cash basis.

Principal and interest payments relating to long term debt are recorded as an expense when paid.

Interest earned on depreciation funds is recorded as revenue belonging to the capital account from January 1, 1985.

(b) Allowance for doubtful accounts

A valuation allowance is provided for estimated losses that will be incurred in collecting rates receivable outstanding.

(c) Property and equipment

Capital assets and projects in progress are recorded at cost. Funds received through capital assistance programs, cost-sharing arrangements or loan forgiveness after January 1, 1985 are treated as additions to the Investment in Capital Assets in the general section and additions to deferred assistance in the Water Utility. The Town does not record depreciation on its property and equipment, except in the Water Capital Fund where depreciation is calculated based on a formula prescribed by the Public Utilities Board. Depreciation is not recorded on fixed assets donated to the water utility after January 1, 1985. Approval has been obtained from the Public Utilities Board to continue recording depreciation on fixed assets donated prior to January 1, 1985. The depreciation charge in the Water Operating Fund is transferred to a special bank account in the Water Capital Fund which is used to help fund replacement of existing plant and equipment.

(d) Assistance toward acquisition of fixed assets

Assistance towards acquisition of fixed assets of the Water Utility received after January 1, 1985 is to be amortized to income on the same basis as the related fixed asset.

(e) Allocation of municipal costs to Water Utility funds

Where identifiable, costs incurred by the Town of Middleton on behalf of the Water Utility are charged to the utility funds. Salary and wage related costs are allocated in proportion to time spent performing functions on behalf of the Water Utility. Administration and general expenses incurred for the benefit of both the municipal unit and the Water Utility are allocated 75 percent to general operations and 25 percent to the water utility. Interest is calculated and recorded on monthly balances due between water utility funds and other funds.

2. Depreciation fund reserve bank account

	1987	1986
Cash, beginning of year	$ 46,202	$ 33,964
Add: Depreciation	10,770	10,241
Interest earned	3,185	1,997
	60,157	46,202
Less: Transfers to Water Utility Capital Fund	47,600	
Cash, end of year	$ 12,557	$ 46,202

3. Taxes receivable

	1987				1986
	1987	1986	Prior Years	Total	Total
Balance, beginning of year		$16,776	$3,550	$ 20,326	$ 16,606
Current year's tax levy	$1,108,368			1,108,368	997,967
	1,108,368	16,776	3,550	1,128,694	1,014,573
Deduct:					
Current year's collections	1,095,581	14,714	3,550	1,113,845	989,509
Write offs and allowances		57		57	4,738
	1,095,581	14,771	3,550	1,113,902	994,247
Balance, end of year	$ 12,787	$ 2,005	$ NIL	$ 14,792	$ 20,326

4. Due from General Capital Fund/Due to General Operating Fund

The Town is funding a share of the Rotary Raceway Park Project through the General Operating Fund on a temporary basis. The Capital Fund will repay the General Operating Fund as soon as the approved Nova Scotia Department of Culture, Recreation and Fitness grant, due and outstanding, is received in 1988.

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

5. Valuation allowance - uncollectible taxes

	1987	1986
Balance, beginning of year	$ 19,442	$ 15,381
Add:		
Provision for the year		5,058
	19,442	20,439
Deduct:		
Uncollectible taxes written off	57	997
Recovery	5,266	
Balance, end of year	$ 14,119	$ 19,442

6 (a) Valuation allowance - B.I.D.C. Area Rates

	1987	1986
Balance, beginning of year	$ 884	$ 1,225
Deduct:		
Recovery	249	287
Uncollectible rates written off		54
	$ 635	$ 884

(b) Valuation allowance - other receivables

	1987	1986
Balance, beginning of year	$ 891	$ 513
Provision for the year	775	378
Balance, end of year	$ 1,666	$ 891

7. Tax sale surplus

In 1988 the five year period of holding these funds in trust will expire and $177 in cash will be transferred to the Special Reserve Fund.

NOTES TO NON-CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 1987

8. Surplus

	1987	1986
Balance, beginning of year	$ 17,047	$ 37,318
Excess of revenue over expenditure	42,566	1,729
	59,613	39,047
Transfer to revenue	2,000	22,000
Balance, end of year	$ 57,613	$ 17,047

9. Term debt

The details of long term debt are included in a schedule attached to these financial statements.

Principal repayments required during the next five years are as follows:

	General Capital	Water Capital	Total
1988	$118,615	$ 26,121	$144,736
1989	119,603	15,543	135,146
1990	125,678	16,008	141,686
1991	118,047	15,522	133,569
1992	90,103	16,008	106,111
	$572,046	$ 89,202	$661,248

10. School capital fund

On December 17, 1981 the Town of Middleton joined with the other municipalities of Annapolis County to form the Annapolis District School Board. Under this agreement, all school buildings on hand at December 31, 1982 will remain assets of the municipality but will be under the operational control of the District School Board until such time as the board no longer requires the assets for school purposes. At that time control will revert back to the town.

11. Contingent liabilities

General capital

	1987	1986
Re: Grants from the Province of Nova Scotia under Section 15 of the Water Act.	$3,892	$3,892

General operating

The town is currently engaged in a legal dispute regarding the location of a Nova Scotia Power Corporation electrical transformer. The town had secured approval for the use of a piece of property suitable for the location of the transformer, and the transformer was subsequently installed there. Recently, the land was sold and the Town's right to use was denied. The new owners are demanding that the Town either purchase the land for $78,500 or remove the transformer from the property.

TOWN OF MIDDLETON

STATEMENT OF CAPITAL DEBT CHARGES AND TERM DEBT

DECEMBER 31, 1987

Purpose	Year of Issue	Year of Maturity	Rate %	Type	Bonds Outstanding Dec. 31/86	Issued 1987	Redeemed 1987	Bonds Outstanding Dec. 31/87	Interest 1987	Total Debt Charges
General Section										
Pollution Control	1972	1992	7 3/4	Serial	$ 65,000		$ 10,000	$ 55,000	$ 4,650	$ 14,650
Pollution Control	1972	1992	8 1/4	CMHC	60,117		9,041	51,076	4,777	13,818
Pollution Control	1976	1991	9 3/4	CMHC	9,082		1,488	7,594	907	2,395
Pollution Control	1976	1991	10 1/2-10 3/4	Serial	35,000		7,000	28,000	3,763	10,763
Paving	1980	1990	13 3/8	Serial	24,000		6,000	18,000	3,210	9,210
Sewers	1982	1994	15 3/4	Serial	25,292		2,427	22,865	3,216	5,643
Paving	1982	1994	15 3/4	Serial	75,000		12,500	62,500	11,404	23,904
Sewers	1983	1988& 1993	11 1/4-12	Serial	28,000		4,000	24,000	3,300	7,300
Streets & Underground Wiring	1984	1994	13 3/4-14 1/4	Serial	176,000		22,000	154,000	24,640	46,640
Sewers	1987	1997	9-10 3/4	Serial		$ 42,000		42,000		
Street & Sidewalks	1987	1997	9-10 3/4	Serial		300,000		300,000		
					497,491	342,000	74,456	765,035	59,867	134,323
General Capital Loans from Equipment Reserve Fund										
1986 Chev 4x4	1986	1991	9	Installment	14,551		2,910	11,641	1,310	4,220
Cub Cadet Tractor	1984	1987	12	Installment	2,266		2,266		272	2,538
Computer Software	1985	1990	10	Installment	11,200		2,800	8,400	1,120	3,920
Trackless IV	1987	1993	9			22,693	3,241	19,452	2,042	5,283
					28,017	22,693	11,217	39,493	4,744	15,961
Water Utility										
Water	1961	1988	5 1/2-6	Serial	22,000		11,000	11,000	990	11,990
Water	1980	2000	10	CMHC	106,480		3,738	102,742	10,915	14,653
Water	1980	1999	11 1/4	Serial	134,000		11,000	123,000	14,456	25,456
					262,480		25,738	236,742	26,361	52,099
					$787,988	$364,693	$111,411	$1,041,270	$90,972	$202,383

Doane Raymond

TOWN OF MIDDLETON

STATEMENT OF CAPITAL FINANCING

YEAR ENDED DECEMBER 31, 1987

		1987	1986
Funds provided by			
Available from previous year			
Cash		$ 80,242	$ 73,743
Receivable from other governments		24,556	18,393
		104,798	92,136
Depreciation funds		10,770	10,241
Interest income		6,000	3,973
Capital funding revenue			
- Capital grant		100,741	47,198
- Grants from other governments			27,243
- Reserve fund withdrawals		47,500	44,185
- Reserve fund borrowings			14,551
- Donations in kind		18,649	135,110
- Capital expenditure out of revenue		94,488	86,140
- Trade-in of assets		73,300	80,647
- Debenture borrowings		338,204	
- Depreciation fund		29,071	
- Debenture Residual Fund		35,177	
		858,698	541,424
Balance temporarily financed at end of year			
- Trade payables	$41,451		
- Payable to revenue funds	4,078	45,529	94,816
		$904,227	$636,240
Funds applied to			
Liabilities of previous year			
- Payable to revenue funds	$48,514		
- Trade payables	26,999		
- Bank indebtedness	19,303	$ 94,816	$ 8,257
Purchase of capital assets (B-26)			
General capital	$545,154		
Water capital	115,643	660,797	503,932
Transfers to - other reserve funds			19,253
		755,613	531,442
Funds available for application			
Cash		114,922	80,242
Receivables from other governments		33,692	24,556
		148,614	104,798
		$904,227	$636,240

TOWN OF MIDDLETON

CAPITAL PROJECTS FUNDING

1987

General Capital	Total Capital Cost	Capital Grant	Special Reserve Funds	General Operations	Debenture Borrowing	Donations In Kind	Depreciation Fund Bank Account	Accounts Payable	Trade-in Allowed	Debenture Residual Bank Account
Streets and Sidewalks	$ 6,016			$ 6,016						
Streets and Sidewalks - W.I.P.	333,164	$ 79,588	$ 38,000		$186,978			$ 28,598		
Recreation										
- Raceway Project										
- land	798					$ 798				
- building	12,646					12,646				
Storm sewers	96,786	1,853	9,500	38,829	42,000	4,604				
Public works equipment	85,905			12,605					$ 73,300	
Office equipment - town	6,875			6,875						
Police equipment	1,760			1,760						
Fire Department equipment	1,204			1,204						
	545,154	81,441	47,500	67,289	228,978	18,048		28,598	73,300	
Water Capital										
Distribution Mains	77,952	19,300		14,875			$ 8,600			$ 35,177
Distribution Mains - W.I.P.	24,766						20,471	4,295		
Tools and equipment	1,472			1,472						
Meters	2,615			2,398		217				
Hydrants	2,055			2,055						
Services	6,783			6,399		384				
	115,643	19,300		27,199		601	29,071	4,295		35,177
	$660,797	$100,741	$ 47,500	$ 94,488	$228,978	$ 18,649	$ 29,071	$ 32,893	$ 73,300	$ 35,177

Doane Raymond

SECTION C

MIDDLETON INDUSTRIAL COMMISSION

MIDDLETON, NOVA SCOTIA

FINANCIAL STATEMENTS

DECEMBER 31, 1987

SECTION C

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AUDITORS' REPORT

To the Chairman and Commissioners of the
Middleton Industrial Commission

We have examined the operating fund balance sheet of the Middleton Industrial Commission as at December 31, 1987 and the related statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Commission as at December 31, 1987 and the results of its operations for the year then ended in accordance with generally accepted accounting principles adopted for Nova Scotia Municipalities applied on a basis consistent with that of the preceding year.

Kentville, Nova Scotia
February 5, 1988

Doane Raymond
Registered Municipal Auditor

MIDDLETON INDUSTRIAL COMMISSION

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987 Budget	1987 Actual	1986 Actual
Revenue			
Grants - Nova Scotia Department of Development	$ 6,712	$ 4,805	$ 5,261
- Town of Middleton	6,000	6,000	5,960
Appopriation from prior year surplus	713	713	3,365
Total revenue	13,425	11,518	14,586
Expenditure			
Administration	6,040	6,040	6,040
Bank charges	35		35
Edans membership fees	100	100	100
Professional fees	250	250	250
Promotional material	5,000	3,184	6,692
Travel, training and meetings	2,000	36	926
Total expenditure	$ 13,425	9,610	14,043
Excess of revenue over expenditure		1,908	543
Surplus, beginning of year		1,667	4,489
		3,575	5,032
Appropriation to current year operations		(713)	(3,365)
Surplus, end of year		$ 2,862	$ 1,667

MIDDLETON INDUSTRIAL COMMISSION

OPERATING FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
Current		
Cash	$ 2,982	$ 2,047
Accounts receivable		
Nova Scotia Department of Development	130	1,458
	$ 3,112	$ 3,505
LIABILITIES		
Current		
Payables and accruals	$ 250	$ 1,838
EQUITY		
Surplus	2,862	1,667
	$ 3,112	$ 3,505

ON BEHALF OF THE COMMISSION

Chairman

Secretary/Treasurer

MIDDLETON INDUSTRIAL COMMISSION

NOTE TO FINANCIAL STATEMENTS

DECEMBER 31, 1987

1. Accounting policies

These financial statements have been prepared to conform in all material respects to the accounting principles prescribed for Nova Scotia municipalities by the Department of Municipal Affairs.

(a) Revenue and expenditure

Major sources of revenues and expenditures are recorded on an accrual basis.

SECTION D

MIDDLETON INDUSTRIAL COMMISSION

TOURIST BUREAU ACCOUNT

MIDDLETON, NOVA SCOTIA

FINANCIAL STATEMENTS

DECEMBER 31, 1987

SECTION D

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AUDITORS' REPORT

To the Chairman and Commissioners of the
Middleton Industrial Commission

We have examined the operating and capital fund balance sheets of the Middleton Industrial Commission Tourist Bureau Account as at December 31, 1987 and the related statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Tourist Bureau as at December 31, 1987, and the results of its operations for the year then ended in accordance with generally accepted accounting principles adopted for Nova Scotia Municipalities applied on a basis consistent with that of the preceding year.

Kentville, Nova Scotia
February 5, 1988

Doane Raymond
Registered Municipal Auditor

MIDDLETON INDUSTRIAL COMMISSION

TOURIST BUREAU ACCOUNT

STATEMENT OF OPERATIONS

YEAR ENDED DECEMBER 31, 1987

	1987	1986
Revenue		
Grants - County of Annapolis	$ 500	$ 500
- Department of Tourism	1,250	1,250
- Town of Middleton	3,340	2,000
Interest and miscellaneous income	250	357
Rental income	1,500	300
Total revenue	6,840	4,407
Expenditures		
Building repairs	16	19
Capital out of revenue		3,377
Canada pension	106	57
Goods for resale	209	
Insurance	33	250
Light and heat	190	414
Professional fees	250	250
Promotion	248	
Service charge	74	179
Supplies and travel	142	216
Telephone	319	439
Unemployment insurance	149	137
Wages	4,543	4,500
Water	95	111
Total expenditure	6,374	9,949
Excess of revenue over expenditures	466	(5,542)
Surplus (deficit), beginning of year	(664)	4,878
Deficit, end of year	$ (198)	$ (664)

MIDDLETON INDUSTRIAL COMMISSION

TOURIST BUREAU ACCOUNT

OPERATING FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
Current		
Cash	$ 310	$ 3,663
LIABILITIES		
Current		
Payables and accruals	$ 508	$ 3,127
Unearned rental revenue		1,200
	508	4,327
DEFICIENCY		
Deficit	(198)	(664)
	$ 310	$ 3,663

ON BEHALF OF THE COMMISSION

Chairman

Secretary/Treasurer

MIDDLETON INDUSTRIAL COMMISSION

TOURIST BUREAU ACCOUNT

CAPITAL FUND BALANCE SHEET

DECEMBER 31, 1987

ASSETS	1987	1986
Building	$ 9,377	$ 9,377

EQUITY

Investment in capital assets	$ 9,377	$ 9,377

ON BEHALF OF THE COMMISSION

_____ Chairman

_____ Secretary/Treasurer

MIDDLETON INDUSTRIAL COMMISSION

TOURIST BUREAU ACCOUNT

NOTE TO FINANCIAL STATEMENT

DECEMBER 31, 1987

1. Accounting policies

These financial statements have been prepared to conform in all material respects to the accounting principles prescribed for Nova Scotia municipalities by the Department of Municipal Affairs.

(a) Revenue and expenditures

Major sources of revenue and expenditures are recorded on an accrual basis.